

SECTION VI - FINANCIAL SUMMARY

Total Obligational Authority (TOA) has been used throughout this book to express the amounts in the Department of the Navy budget because it is the most accurate reflection of program value. While TOA amounts differ only slightly from Budget Authority (BA) in some cases, they can differ substantially in others. The differences in TOA and BA, as evidenced in the table below, result from a combination of several factors.

BA, Budget Authority - Authority provided by law to enter obligations that will result in immediate or future outlays involving Federal government funds.

TOA, Total Obligation Authority - The value of the direct defense program for each fiscal year regardless of the method of financing.

TOA vs BA (In Millions of Dollars)				
	FY 2004	FY 2005	FY 2006	FY 2007
Total Obligational Authority (TOA)	121,608	122,598	125,702	129,012
Receipts and Other Funds	333	-152	-155	-155
Expiring Balances	165	-	-	-
Rescissions of Prior Year Programs	-86	-70	-	-
Rescissions of FY 2004 Programs in FY 2005	330	-330	-	-
Bridge Supplemental	2,302	-2,302	-	-
NWF Contract Authority	159	-	-	-
Land Sales Revenue	-2	-115	-133	-
Programs Financed with Prior Balances	-537	-134	-	-
Construction/Housing Transfers	-1	130	-	-
Total Budget Authority	\$124,271	\$119,625	\$125,414	\$128,857

Receipts and Other Funds are reflected in BA, but not in TOA. Offsetting Receipts include such things as donations to the Navy and Marine Corps, recoveries from foreign military sales, deposits for survivor annuity benefits, interest on loans and investments, rents and utilities, and fees chargeable under the Freedom of Information Act. Trust Funds include funds established for the Navy General Gift Fund, environmental restoration of Kaho'olawe Island in Hawaii, Ships Stores Profits, and the Naval Academy Gift and Museum Fund.

Financing adjustments account for many of the differences between TOA and BA. Generally, funding changes are scored as budget authority adjustments in the fiscal year in which the change itself is effective; for TOA purposes, changes are reflected as adjustments to a specific program year, based on the original appropriation. Congressional rescissions reduce the BA in the year of

Congressional action and reduce TOA in the program year impacted by the rescission. For example, rescissions of FY 2004 program reduce BA in FY 2005 and reduce TOA in FY 2004.

Expiring balances also contribute to the difference between TOA and BA. Expiring balances are funds that were included in BA available for FY 2004 accounts, but were not obligated prior to the end of the fiscal year. These amounts are included in BA totals, but not TOA.

Bridge supplementals are amounts that were appropriated in FY 2004, but not apportioned by OMB until FY 2005. They are reflected as FY 2004 budget authority, but displayed as FY 2005 TOA.

Working Capital Fund contract authority reflects the use of authority to place orders in advance of actual sales, and are included in BA, but not TOA.

Land sales revenue is generated by the sale of property closed due to BRAC. The sales are available to finance TOA program, but are not reflected as BA.

Program financed with prior balances are financing adjustments that reduces the need for BA in the budget year based on unobligated balances available. These include unobligated balances transferred from the Foreign Currency Fluctuation Fund.

Construction/housing transfers are transfers authorized to shift authority from many different program years to support efforts such as the Family Housing Improvement Fund.

Outlays represent the net of expenditures and collections from the Treasury of the United States Government. Outlays in a given fiscal year may represent the liquidation of obligation incurred over a number of years. The TOA and BA levels for FY 2004 through FY 2007 along with DON outlay estimates are summarized in Table 20.

Table 20

Department of the Navy

Summary of Direct Budget Plan (TOA), Budget Authority, and Outlays

(Dollars in Millions)

Account	TOA				BA				OUTLAY			
	FY 2004	FY 2005	FY 2006	FY 2007	FY 2004	FY 2005	FY 2006	FY 2007	FY 2004	FY 2005	FY 2006	FY 2007
MPN	24,216	24,404	23,032	23,267	24,085	24,376	23,032	23,267	24,111	24,228	22,749	23,170
MPMC	9,956	9,838	9,025	9,321	10,185	9,597	9,025	9,321	9,955	10,166	8,683	9,282
RPN	2,003	2,101	1,774	1,788	2,012	2,101	1,774	1,788	2,022	2,174	1,781	1,778
RPMC	559	637	521	575	560	637	521	575	541	635	536	574
DHAN	-	-	2,006	2,073	-	-	2,006	2,073	-	-	2,006	2,073
DHAMC	-	-	982	1,043	-	-	982	1,043	-	-	982	1,043
DHANR	-	-	292	287	-	-	292	287	-	-	292	287
DHAMCR	-	-	137	145	-	-	137	145	-	-	137	145
OMN	30,288	29,948	30,760	30,661	30,551	29,540	30,760	30,661	31,271	31,726	30,784	30,726
OMMC	4,969	5,227	3,805	4,023	6,610	3,568	3,805	4,023	5,182	5,387	4,176	4,041
OMNR	1,174	1,236	1,246	1,269	1,175	1,236	1,246	1,269	1,212	1,213	1,252	1,279
OMMCR	189	187	200	215	189	187	200	215	197	212	195	207
ERN	-	266	305	309	-	266	305	309	-	59	187	264
NWCF	130	65	83	84	289	-	83	84	701	125	249	84
Payment to Kaho'olawe	20	-	-	-	18	-	-	-	33	-	-	-
APN	9,075	8,836	10,517	10,874	9,108	8,753	10,517	10,874	8,853	8,914	9,193	9,932
WPN	2,054	2,107	2,708	2,647	2,073	2,081	2,708	2,647	1,850	1,930	2,319	2,489
SCN	11,373	10,387	8,721	11,955	11,332	10,363	8,721	11,955	10,021	10,304	9,883	10,170
OPN	4,905	4,846	5,488	5,362	4,947	4,804	5,488	5,362	4,240	4,696	5,021	5,220
PMC	1,542	1,434	1,378	1,619	1,582	1,386	1,378	1,619	1,223	1,543	1,428	1,442
PANMC	945	885	873	840	945	885	873	840	1,056	1,121	969	831
Coastal Defense	-	-	-	-	-	-	-	-	-	56	-	-
RD TEN	14,773	16,907	18,038	17,419	14,922	16,731	18,038	17,419	14,136	15,728	17,196	17,458
NDSF	996	1,205	1,649	1,044	980	1,205	1,649	1,044	736	1,082	1,370	1,206
Total DoD Bill	119,171	120,515	123,539	126,819	121,563	117,716	123,540	126,820	117,340	121,299	121,388	123,701
MCN	1,268	1,209	1,029	1,356	1,246	1,185	1,029	1,356	1,232	1,131	1,357	1,104
MCNR	45	44	45	56	45	44	45	56	71	56	44	45
BRCIV	110	115	276	-	99	-	143	-	280	370	168	96
BRCV	-	-	-	30	-	-	-	30	-	-	-	12
FHCON	178	10	219	269	144	127	219	269	271	220	55	192
FHOPS	836	705	594	482	841	705	594	482	819	795	648	540
Total MILCON Bill	2,437	2,083	2,163	2,193	2,375	2,061	2,030	2,193	2,673	2,572	2,272	1,989
Receipts and Other Funds	-	-	-	-	333	(152)	(155)	(155)	367	(150)	(155)	(155)
Total, DON	\$121,608	\$122,598	\$125,702	\$129,012	\$124,271	\$119,625	\$125,414	\$128,857	\$120,380	\$123,721	\$123,505	\$125,535

Note: Totals may not add due to rounding.

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